

GOVERNMENT OF TELANGANA
ABSTRACT

Irrigation & CAD Department – Telangana State Water Resources Infrastructure Development Corporation Limited – Modified Terms and Conditions issued in the G.O.Rt.No.980, I&CAD (Projects-III) Dept. Dt.03-08-2018 - Permission accorded- Orders issued.

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IRRIGATION AND CAD (Projects-III) DEPARTMENT

G.O.Rt.No. 1050

Dated: 27-08-2018
Read the following:-

1. G.O.Rt.No.980, I&CAD (Projects-III) Dept., Dt.03-08-2018.
2. G.O.Rt.No.1012, I&CAD (Projects-III) Dept., Dt.14-08-2018.
3. From the Managing Director, TSWRIDC Ltd., Lr.No.MD/TSWRIDCL/HYD/SPC/23/2018. Dt.18-08-2018.

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ORDER:-

In the reference 1st and 2nd read above, Government have accorded permission to the Managing Director, TSWRIDCL with concurrence/approval for the terms and conditions of loan sanctioned to issue necessary orders on the required documents to be provided by the Government, in order to execute the loan agreement with the Andhra Bank.

2. In the reference 3rd read above, the Managing Director, (TSWRIDCL) Telangana State Water Resources Infrastructure Development Corporation Limited has requested to accord permission for partial modifications to the Terms and Conditions issued in the G.O.Rt.No.980, I&CAD (Projects-III) Dept. Dt.03-08-2018, duly stating that the cost of the Sita Rama Lift Irrigation Project is revised to R.s.13057 Crores and the net cost after deducting the expenditure incurred Crores for R.s.12814.98 Crores with margin of 43.14% including IDC.

3. Government after careful consideration of the matter, hereby accord permission to the Managing Director, TSWRIDCL for partial modifications to the Terms and Conditions issued in the G.O.Rt.No.980, I&CAD (Projects-III) Dept. Dt.03-08-2018 as Annexed to the G.O.

4. The Managing Director, TSWRIDCL, Hyderabad shall take necessary action accordingly.

5. This orders issues with the concurrence of Finance (DCM) Dept., vide their U.O.No.8329/113/A1/2018.Dated:21.08.2018.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

Dr. SHAILENDRA KUMAR JOSHI
CHIEF SECRETARY TO GOVERNMENT &
SPECIAL CHIEF SECRETARY TO GOVERNMENT (FAC)
I&CAD DEPARTMENT

To
The Managing Director, TSWRIDCL, Hyderabad.
The Engineer-in-Chief (Irrigation), Hyderabad
The Accountant General, Hyderabad.
The Director of Treasuries and Accounts, Hyderabad.

P.T.O.

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Copy to:

The PS to Chief Secretary
The PS to Secretary to Hon'ble CM.
The PS to Minister(Irrigation)
The PS to Spl. Chief Secretary to Government, I&CAD Dept.
The Chief Engineer, JCRDLIS, Warangal
The Chief Engineer, Kanthanapally, Warangal
The Andhra Bank, Hyderabad.
The Finance (DCM) Department.
The General Administration (Cabinet) Department.

// FORWARDED : : BY ORDER //

SECTION OFFICER

(Contd. To ANNEXURE)

Annexure to the G.O.Rt.No.1050, I&CAD (Projects-III) Dept,Dt.27-08-2018

1. Approval for Increase in Total Project Cost and Means of Finance for TL – III of Rs.800.00Crs sanctioned to part finance Sitarama Lift Irrigation Project:

Total Project Cost: (Rs. In Crs)

Particulars	As per our Sanction Dated 09.7.18	Revised cost As per Govt GO dated 02.08.18	% of Increase
Total Cost of project	11,498.63	13,057.98	13.56%
Less: Expended amt till Mar 2018	243.00	243.00	0.00%
Net hard Cost (A)	11,255.63	12,814.98	13.85%
Total IDC (B)	1,253.46	1,253.46	0.00
Total Project Cost (A+B)	12,509.09	14,068.44	12.46%

Means of Finance: (Rs. In Crs)

Means of Finance	As per Sanction dated 09.07.18	Approved Now	% of Increase
Loan from Banks	8,000.00	8,000.00	0.00
Margin/Govt. Grant	4,509.09	6,068.44	34.58%
Total	12,509.09	14,068.44	12.46%
Debt Equity Ratio	1.77:1	1.32:1	--

2. Approval for Modification of following sanction terms communicated vide their
lr no. 1006/01/TSWRIDCL/2018-19/S-372 dated 17.07.2018

a. Approval for Revision in borrower's margin for 3 TLs:

i. TL–I of Rs.450.00Crs {Flood flow canal (Sub-project-I)}:(Rs.in Crs)

ii.

	Approved MCR.No.02dt 09.07.18		Approved Now		
Particulars	project cost	Margin	project cost	Margin	Margin (%)
Total Hard cost (after excluding expenditure incurred till March 2018)	4977.45	942.45 (17.32%)	4977.45	477.45	9.59%
IDC	465.00		465.00	465.00	100.00%
Total Cost	5442.45	942.45	5442.45	942.45	17.32%

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ii. TL - II of Rs.450.00Crs {Devadula –Tupakulagudem Project (Sub-Project– II)}

	Approved vide MCR.No.02dt 09.07.18		(Rs. in Crs) Approved Now		
Particulars	project cost	Margin	project cost	Margin	Margin (%)
Total Hard cost (after excluding expenditure incurred till March 2018)	6138.85	2103.85 (31.86%)	6138.35	1638.85	26.70%
IDC	465.00		465.00	465.00	100%
Total Cost	6603.85	2103.85	6603.85	2103.85	31.86%

iii. TL - III of Rs.800.00Crs –{Sitarama Lift Irrigation Project (Sub –Project – III)}

	Approved vide MCR.No.02dt 09.07.18		(Rs. in Crs) Approved Now		
Particulars	project cost	Margin	project cost	Margin	Margin (%)
Total Hard cost (after excluding expenditure incurred till March 2018)	11255.63	4509.09 (36.05%)	12814.98	4814.98	37.57%
IDC	1253.46		1253.46	1253.46	100%
Total Cost	12509.09	4509.09	14068.44	6068.44	43.13%

3. Approval for Disbursement Mechanism:

Condition approved vide MCR.No.02 dt 09.07.18	Approved Now			
Basing on the request of the Corporation and after receipt of the respective margin money in accordance to D/E ratio of sub-project concerned in TRA, the lead bank shall issue separate LCN's for each of the sub-project for release of loan amount in accordance to the respective Debt/Equity ratio (i.e., FFC - 4.77:1 , Devadula-Tupakuladugem - 2.14:1, Sitaram – 1.77:1).	Basing on the request of the Corporation, the lead bank shall issue separate LCN's for each of the sub-project for release of loan amount for project expenditure (excluding IDC) after ensuring margin money (excluding IDC) in the ratio as given below:			
	Applicable Margin	FFC	Devadula-Tupakuladugem	Sitarama
	for Project Expenditure excluding IDC	9.59%	26.70%	37.57%
	for IDC	100%	100%	100%
	Total Margin	17.32%	31.86%	43.14%

<p>At the time of seeking subsequent disbursements, the corporation shall:</p> <p>i. Submit along with the request letter, Utilization certificate for the expenditure incurred till date in the sub-projects concerned certified by CE/SE of the sub-projects concerned.</p> <p>ii. Ensure that overall margin as per D/E ratio of the concerned sub-project (including IDC) is maintained.</p>	<p>At the time of seeking subsequent disbursements, the corporation shall;</p> <p>i. No Change.</p> <p>ii. Ensure that margin on project expenditure (excluding IDC) is maintained as given below:</p> <table><tr><th>Particulars</th><th>FFC</th><th>Devadula-Tupakuladugem</th><th>Sitarama</th></tr><tr><td>Applicable Margin for Project Expenditure excluding IDC</td><td>9.59%</td><td>26.70%</td><td>37.57%</td></tr></table>	Particulars	FFC	Devadula-Tupakuladugem	Sitarama	Applicable Margin for Project Expenditure excluding IDC	9.59%	26.70%	37.57%
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Applicable Margin for Project Expenditure excluding IDC	9.59%	26.70%	37.57%						
<p>Reimbursement of expenditure incurred – No Condition stipulated as per present sanction</p>	<p>“In case of expenditure already incurred towards project, the corporation shall submit utilization certificate from CA as well as utilization certificate from CE/SE of the sub-project concerned along with request for reimbursement. LCN will be issued after ensuring applicable margin money to respective sub-project and member banks shall disburse their share as per LCN to TRA. Further expenditure already incurred towards project expenditure can also be considered as margin for future disbursements of loans.”</p>								

4. Approval for deletion of following sanction condition as the Corporation is proposed to bear 100% IDC as their margin.

“If the IDC increases due to difference in actual draw down schedule and envisaged draw down schedule, the same shall be met by the Corporation from own sources and if the IDC decreases, the loan amount will be reduced proportionately.”

5. Approval for waiver of service charges for the present reference.

Conditions:

- ✓ Corporation to note that, any amount to be reimbursed shall be within the approved hard cost only.
- ✓ All other terms and conditions stipulated vide Branch communication Ir.no. 1006/01/TSWRIDCL/2018-19/S-372 dated 17.07.2018 shall remain unaltered.

Dr. SHAILENDRA KUMAR JOSHI
CHIEF SECRETARY TO GOVERNMENT &
SPECIAL CHIEF SECRETARY TO GOVERNMENT (FAC)

SECTION OFFICER